

Chairman Lowell Johnson called the regularly scheduled meeting to order at 10:00 a.m. with Commissioners Boyle, Lowell Johnson, Rod Johnson, Landis and Vap present. Chairman Johnson also invited the public to address the Commission at any point during the meeting. He also announced that a copy of the Nebraska Open Meetings Act was available in the meeting room.

GENERAL ADMINISTRATION

Notice was duly published December 5, 2006 on Page 8 of The Daily Record that the regular public meeting of the Commissioners of the Nebraska Public Service Commission would be held December 12, 2006 at 10:00 a.m. in the Commission Hearing Room, 300 The Atrium, 1200 N Street, Lincoln.

Attention was called to the following proceedings:

Thursday, December 14, 2006:

2:00 Commission Library, Lincoln; Columbus Public Library, Columbus Room, 2nd floor, 2504 14th Street, Columbus; McMillen Hall, Room 208, 1205 East 3rd Street, McCook; Panhandle Learning Center, High Plains Room, 4502 Avenue "I," Scottsbluff; Chadron State College, Student Center, Scottsbluff Room, 10th and Main, Chadron; and Western Nebraska Community College, Room 122, 371 College Drive, Sidney. NIEF Advisory Board Meeting.

Monday, December 18:

NG-0036 Commission Hearing Room, Lincoln.
9:30 In the Matter of Kinder Morgan, Inc., Lakewood, Colorado, seeking approval of a general rate increase. Commissioner Vap presiding as Hearing Officer.

COMMUNICATIONS DEPARTMENT

C-3734/ In the Matter of the Commission, on its own motion, seeking
NUSF-63 to develop a repository for information collected in
response to federal intercarrier compensation proposals:
Motion made by Commissioner Anne Boyle, seconded by Commissioner Frank Landis, to enter an order opening the docket and entering a protective order. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

COMMUNICATIONS DEPARTMENT (Cont.)

Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order granting applications E-2128 through E-2130. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

E-2128 In the Matter of Nebraska Public Power District, Columbus, seeking authority to construct, operate and maintain an electric transmission line in Dakota County:

E-2129 In the Matter of Nebraska Public Power District, Columbus, seeking authority to construct, operate and maintain electric transmission lines in Cuming, Burt and Thurston Counties:

E-2130 In the Matter of Nebraska Public Power District, Columbus, seeking authority to construct, operate and maintain an electric transmission line in Sherman County:

DC-71/
NUSF-53 In the Matter of Maurice Gene Hand, Director, Communications Department and Jeffrey L. Pursley, Director, Nebraska Universal Service Fund Department, Complainants v. Qwest Corporation, Respondent. Commissioner Vap presiding as Hearing Officer: John Burvainis informed the Commission that the next compliance meeting is scheduled for January 16, 2007 at 2:30 p.m. in the Commission Library.

John Burvainis updated the Commission on the auto dialing-announcing device complaints the staff has received.

TELECOMMUNICATIONS INFRASTRUCTURE AND PUBLIC SAFETY DEPARTMENT

Jeff Pursley and Commissioner Vap each recognized outgoing Wireless E911 Advisory Board members Ginny Vance and Bill McLarty and thanked them for their work.

NUSF-1, In the Matter of the Commission, on its own motion, seeking
PO #18 to establish guidelines for administration of the Nebraska Universal Service Fund: Jeff Pursley reported on the Hearing Officer's order of December 11, 2006, permitting post hearing briefs to be filed on or before January 19, 2006 by any person submitting testimony or comments in the November 5, 2006, hearing. Reply briefs are due on or before February 2, 2006.

DC-71/
NUSF-53 In the Matter of Maurice Gene Hand, Director, Communications Department and Jeffrey L. Pursley, Director, Nebraska Universal Service Fund Department, Complainants v. Qwest Corporation, Respondent. Commissioner Vap presiding as Hearing Officer: This docket was addressed during the Communication's Department agenda where John Burvainis informed the Commission that the next compliance meeting is scheduled for January 16, 2007 at 2:30 p.m. in the Commission Library.

TELECOMMUNICATIONS INFRASTRUCTURE AND PUBLIC SAFETY DEPARTMENT (Cont.)

NUSF-63/ In the Matter of the Commission, on its own motion, seeking
C-3734 to develop a repository for information collected in
response to federal intercarrier compensation proposals:
An order opening the docket and setting a deadline of December 15,
2006 for the informational response to the Commission's data request
was entered on the Communication's Department agenda.

Jeff Pursley discussed the Nebraska Universal Service Fund
(NUSF) payment agreed upon procedures: Motion made by Commissioner
Rod Johnson, seconded by Commissioner Frank Landis, to approve Con-
solidated Telephone Company and Consolidated Telecom, Incorporated's
review of financial statements by a third party instead of an annual
audit by a third party. Motion passed with Commissioners Anne Boyle,
Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

Jeff Pursley discussed Wireless E-911 Late-Filed Carrier
Remittances: Motion made by Commissioner Jerry Vap, seconded by
Commissioner Frank Landis, to levy a late fee against Sagir, Inc. for
the late-filed September, 2006 worksheet. Motion passed with Commis-
sioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and
Jerry Vap voting AYE.

Jeff Pursley discussed NUSF Late-Filed Carrier Remittances:
Motion made by Commissioner Jerry Vap, seconded by Commissioner Frank
Landis, to levy a late fee against Sagir, Inc. and that a complaint be
opened under the revised fining policy against Globalcom, Inc. for the
late-filed 3rd Quarter, 2006 worksheet. Motion passed with Commis-
sioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and
Jerry Vap voting AYE.

NATURAL GAS DEPARTMENT

NG-0041 In the Matter of Aquila, Inc., d/b/a Aquila Networks (Aquila),
Omaha, seeking individual general rate increases for
Aquila's Rate Area One, Rate Area Two, and Rate Area Three. Commis-
sioner Frank Landis presiding as Hearing Officer: Laura Demman dis-
cussed the Hearing Officer order entered on December 6, 2006, granting
Aquila's Motion for a Planning Conference and scheduling the confer-
ence for December 20, 2006, at 10:00 a.m. in the Commission Library.

TRANSPORTATION DEPARTMENT

B-1683 In the Matter of CUSA ES, LLC, d/b/a Express Shuttle, seek-
ing a declaratory ruling: The oral argument previously
scheduled for December 13, 2006 was continued to February 6, 2007, at
1:30 p.m. in the Commission Hearing Room, Lincoln.

TRANSPORTATION DEPARTMENT (Cont.)

Rate Division

BR-312 In the Matter of Platte County Ambulance, d/b/a Midwest Medical Transport, Columbus, seeking authority to adjust its rates and charges: Motion made by Commissioner Rod Johnson, seconded by Commissioner Frank Landis, to enter an order granting the application. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

MR-930 In the Matter of Movers and Warehouse Division, Nebraska Motor Carriers Association, Lincoln, seeking authority to establish a fuel surcharge in Nebraska Official Household Goods Tariff 7-F: The fuel surcharge was retained at 60 cents per mile.

GRAIN WAREHOUSE DEPARTMENT

Grain Dealer Division

GD-2915 In the Matter of Ahrens Grain, L.L.C., Murray, seeking a Grain Dealer License, subject to the fulfillment of all statutory requirements, for the license period ending September 30, 2007: Motion made by Commissioner Jerry Vap, seconded by Commissioner Frank Landis, to enter an order granting the application. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

GENERAL ADMINISTRATION

Motion made by Commissioner Jerry Vap, seconded by Commissioner Frank Landis, to approve the following Commission invoices. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

University of Nebraska-BBR	\$26,548.50
Thomson West	591.14
Voyager	807.18
Rod Johnson	1,346.06

Upon agreement of all Commissioners, authorization was granted for Fred Massing to travel to and conduct a modular housing unit factory inspection at Wardcraft Homes, Clay Center, Kansas on December 13, 2006, with all expenses, including time, to be reimbursed by Wardcraft Homes.

Motion made by Commissioner Jerry Vap, seconded by Commissioner Anne Boyle, to set Commission filing fees for 2007. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

GENERAL ADMINISTRATION (Cont.)

Motion made by Commissioner Jerry Vap, seconded by Commissioner Frank Landis, to schedule a Commission meeting for December 27, 2006 at 10:00 a.m. in the Commission Hearing Room, Lincoln. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to ratify all action taken by the Commission at its regular meeting on November 21, 2006, as set forth in Appendix A attached hereto. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis present not voting.

Motion made by Commissioner Jerry Vap, seconded by Commissioner Anne Boyle, to move the meeting to the library. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE. The Commission moved to the library at 10:26 a.m.

Motion made by Commissioner Frank Landis, seconded by Commissioner Anne Boyle, to proceed with the search for an attorney to provide legal services to the Nebraska Telecommunications Infrastructure and Public Safety Department (NTIPS) for 6 to 12 months on a contractual basis and to interview and negotiate for same. Motion passed with Commissioners Anne Boyle, Lowell Johnson, Rod Johnson, Frank Landis and Jerry Vap voting AYE.

The meeting adjourned at 11:06 a.m. with Commissioners Boyle, Lowell Johnson, Rod Johnson, Landis and Vap present. The next regularly scheduled meeting will be held on December 19, 2006, at 10:00 a.m. with an agenda to be available in the office of the Executive Director at 10:00 a.m. on December 18, 2006.

Chairman

Executive Director

APPENDIX A

Ratification of Public Service Commission Action
Taken November 21, 2006

COMMUNICATIONS DEPARTMENT

Motion made by Commissioner Rod Johnson, seconded by Commissioner Jerry Vap, to enter an order granting applications AD-365r through AD-368. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

AD-365r In the Matter of Academy Collection Service, Inc., Philadelphia, Pennsylvania, seeking authority to register and
AD-366r connect an automatic dialing-announcing device.
AD-367r

AD-368 In the Matter of Option One Mortgage Corporation, Jacksonville, Florida, seeking authority to register and connect an automatic dialing-announcing device.

Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order granting applications C-3694, C-3699 and C-3701. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

C-3694 In the Matter of DSLnet Communications, LLC, Wallingford, Connecticut and MDS Acquisition, Inc., Costa Mesa, California, seeking approval of a transfer of control to DSLnet Communications, LLC.

C-3701 In the Matter of Universal Access, Inc, Chicago, Illinois, seeking cancellation of the authority to provide resold and facilities-based interexchange and local exchange telecommunications services and withdrawal of tariffs within the state of Nebraska, previously granted in Docket C-2223.

C-3699 In the Matter of Eastern Nebraska Telephone Company, Blair, seeking a Wireless Interconnection and Reciprocal Compensation Agreement with NPCR, Inc., Overland Park, Kansas.

TELECOMMUNICATIONS INFRASTRUCTURE AND PUBLIC SAFETY DEPARTMENT

911-011/ In the Matter of the Commission, on its own motion, seeking
PI-79 to establish Phase II enhanced wireless 911 service
Implementation: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order requesting PSAP's to notify Department of the continuation of services from vendors approved prior to October 24, 2006. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

TELECOMMUNICATIONS INFRASTRUCTURE AND PUBLIC SAFETY DEPARTMENT (Cont.)

Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order approving a funding request for GIS mapping for Dockets 911-023.5 through 911-023.50. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

911-023.5 Hall County, Grand Island
911-023.25 Lincoln County, North Platte.
911-023.38 McCook Police Department, McCook
911-023.48 York County, York
911-023.49 Sheridan County, Rushville.
911-023.50 Harlan/Phelps Counties, Holdrege

Jeff Pursley discussed the draft of a letter to the Governor regarding the Wireless E911 Advisory Board recommendations: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to approve the letter to the Governor. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

NUSF-62 In the Matter of the Commission, on its own motion, requiring Qwest Corporation to show cause as to why its Nebraska eligible telecommunications carrier designation relating to the Nebraska Telehealth Program should not be revoked: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order continuing the hearing previously scheduled for December 14, 2006 to December 19, 2006 at 10:00 a.m. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

Jeff Pursley discussed the credit reimbursement request from TCG Omaha for overpayment of NUSF surcharge payments from February, 2006 through July, 2006: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to approve the credit refund request from TCG Omaha. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

Jeff Pursley reported on the Late-Filed NUSF Late-Filed Carrier Remittance: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to levy late fees against NE Colorado Cellular, Inc. and USA Digital Communications. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

NATURAL GAS DEPARTMENT

Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter a planning conference order scheduling a technical and prehearing conference for January 17, 2007, at 1:30 p.m. and a hearing for February 14, 2007, at 10:00 a.m. both to be held in the Commission Hearing Room, Lincoln and granting interventions in NG-0039 and NG-0040. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting. Commissioner Vap presiding as Hearing Officer.

NG-0039 In the Matter of Kinder Morgan, Inc., Houston, Texas; KM Retail Utilities Holdco LLC, Houston, Texas; Source Gas Distribution LLC, Lakewood, Colorado, Source Gas Holdings LLC, Stamford, Connecticut; and Source Gas LLC, Stamford, Connecticut; seeking approval of (1) the proposed transfer of Kinder Morgan, Inc.'s Nebraska Certificate of Convenience and utility assets to Source Gas Distribution LLC; and (2) the proposed change of control of Source Gas Distribution LLC from Kinder Morgan, Inc. to Source Gas LLC; and,

NG-0040 In the Matter of Kinder Morgan, Inc., Houston, Texas; KM Retail Utilities Holdco LLC, Houston, Texas; Source Gas Distribution LLC, Lakewood, Colorado, seeking approval of asset transfer of jurisdictional utility assets:

NG-0041 In the Matter of Aquila, Inc., d/b/a Aquila Networks (Aquila), Omaha, seeking individual general rate increases for Aquila's Rate Area One, Rate Area Two, and Rate Area Three: Laura Demman reported that the application was filed November 15, 2006. Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson to enter a Notice of Assessment Order. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting. Commissioner Landis was appointed Hearing Officer.

RULES AND REGULATIONS

Rule and In the Matter of the Commission, on its own motion, seeking Regulation to amend Title 291, Chapter 5, Telecommunications Rules and #159 Regulations, to add rules for the administration of the Telecommunications Relay Systems Act: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order scheduling a hearing for January 9, 2007 at 2:00 p.m. in the Commission Hearing Room, Lincoln. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting. Commissioner Rod Johnson was appointed Hearing Officer.

TRANSPORTATION DEPARTMENT

B-1689 In the Matter of Kountry Limousine Company, Bennington, seeking authority as a common carrier in Nebraska intra-state commerce in the transportation of passengers and their baggage in limousine service between points in Douglas, Washington, and Dodge counties and between points in said counties over irregular routes. RESTRICTION: The transportation of railroad train crews and their baggage is not authorized: A video hearing was scheduled for January 24, 2007, at 9:30 a.m. in the Commission Library, Lincoln and Nebraska State Office Building, Room 207, 2nd Floor, 1313 Farnam Street, Omaha. Commissioner Boyle was appointed Hearing Officer.

B-1690 In the Matter of SDG Transportation, Inc., d/b/a Classic Limousine Service, Oakland, Iowa, seeking to acquire the certificate held by A & R Klassic Kars Limousine Service, LLC, in Certificate Number B-1599: A video hearing was scheduled for January 18, 2007, at 9:30 a.m. in the Commission Library, Lincoln, and Nebraska State Office Building, Room 207, 2nd Floor, 1313 Farnam Street, Omaha. Commissioner Landis was appointed Hearing Officer.

B-1685 In the Matter of James E. & Rhonda Joneson, d/b/a Leisure Limousine and Sedan Service, seeking to acquire, through transfer, the authority held by A & R Klassic Kars Limousine Service, LLC, in Certificate Number B-1599. Commissioner Landis presiding as Hearing Officer: A video hearing was scheduled for January 18, 2007 at 9:30 a.m. in the Commission Library, Lincoln, and Nebraska State Office Building, Room 207, 2nd Floor, 1313 Farnam Street, Omaha.

Rate Division

BR-320 In the Matter of R & F Hobbies, Inc., d/b/a Prince of the Road, Ravenna, seeking authority to adjust its rates and charges: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order granting the application on an emergency basis. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

MR-930 In the Matter of Movers and Warehouse Division, Nebraska Motor Carriers Association, Lincoln, seeking authority to establish a fuel surcharge in Nebraska Official Household Goods Tariff 7-F: The fuel surcharge was increased to 60 cents per mile.

GRAIN WAREHOUSE DEPARTMENT

GW-19 In the Matter of Basso, McClure & Goeglein, LLP, seeking a measure-up of grain in the facilities of J. E. Meuret Grain Co., Inc., Brunswick, Atkinson, Orchard and Creighton: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to grant the request with necessary fees to be paid by the applicant. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Vap voting AYE, and Commissioners Boyle and Landis excused not voting.

GW-19 In the Matter of Basso, McClure & Goeglein, LLP, seeking a measure-up of grain in the facilities of J. E. Meuret Grain Co., Inc., Brunswick, Atkinson, Orchard and Creighton: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to grant the request with necessary fees to be paid by the applicant. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Vap voting AYE, and Commissioners Boyle and Landis excused not voting.

GW-1871 In the Matter of John A. Fecht, Director, Grain Warehouse
GWC-417 Department, Complainant, v. Hergert Grain, Inc., Scotts-bluff, Defendant: Motion made by Commissioner Jerry Vap, seconded by Commissioner Rod Johnson, to enter an order approving the stipulation, dismissing complaint and canceling the hearing previously scheduled for December 13, 2007. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE and Commissioners Anne Boyle and Frank Landis excused not voting.

GENERAL ADMINISTRATION

Motion made by Commissioner Rod Johnson, seconded by Commissioner Jerry Vap, to approve the following Commission invoices. Motion passed with Commissioners Lowell Johnson, Rod Johnson and Jerry Vap voting AYE, and Commissioners Anne Boyle and Frank Landis excused not voting.

DAS-Central Finance-Printing	\$	955.78
DAS Materiel-Office Supplies		534.81
Latimer Reporting		654.30
Thomson West		766.14
Maurice Gene Hand		1,594.15
Jeff Pursley		508.19
Anne Boyle		465.12
Lowell Johnson		1,048.37

NEBRASKA EQUIPMENT DISTRIBUTION PROGRAM

Aksarben TDD Service	1,963.70
Alternative Hearing	1,215.00
Associated Hearing Health	1,136.35
B Hear Inc.	4,369.85
Beltone	2,517.70
Dynavox Systems, LLC	1,000.00

GENERAL ADMINISTRATION (Cont.)

Grand Island Hearing Aid Center	\$	1,616.56
Hamilton Telecommunications		614.85
Harris Communications		364.99
Hearing Aid Center of Columbus		199.00
Hearing Aid Specialists Inc.		1,194.95
Carl A. Johnson Jr.		1,202.05
Johnson Hearing Aid Service		500.87
K-D Communications		2,792.55
Professional Hearing Aid Services		799.95
Sherard Hearing Aid Center		852.80
Teltex		362.05
Hearing Clinic Inc		510.00
Weitbrecht Communications		3,662.00
Western ENT Associates		249.95